

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

DARREN LEE SMITH,

Plaintiff,

NO. C21-5151RSL

CAPITAL ONE FINANCIAL CORPORATION,

Defendant.

**ORDER DISMISSING CLAIMS,
GRANTING LEAVE TO AMEND,
AND DENYING APPOINTMENT
OF COUNSEL**

This matter comes before the Court on plaintiff's application for court-appointed counsel (Dkt. # 15), defendant's motion to dismiss for failure to state a claim (Dkt. # 18), and plaintiff's motion to amend the complaint (Dkt. # 21). Because the merits of plaintiff's claim are relevant to all three motions, the motions have been considered together.

The question for the Court on a motion to dismiss is whether the facts alleged in the complaint sufficiently state a “plausible” ground for relief. *Bell Atl. Corp. v. Twombly*, 550 U.S. 544, 570 (2007). In the context of a motion under Rule 12(b)(6) of the Federal Rules of Civil Procedure, the Court must “accept factual allegations in the complaint as true and construe the pleadings in the light most favorable to the nonmoving party.” *Manzarek v. St. Paul Fire & Marine Ins. Co.*, 519 F.3d 1025, 1031 (9th Cir. 2008) (citation omitted). The Court’s review is

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1 generally limited to the contents of the complaint. *Campanelli v. Bockrath*, 100 F.3d 1476, 1479
 2 (9th Cir. 1996).

3 To survive a motion to dismiss under Rule 12(b)(6), a complaint must allege
 4 “enough facts to state a claim to relief that is plausible on its face.” [] *Twombly*,
 5 550 U.S. [at 570]. A plausible claim includes “factual content that allows the court
 6 to draw the reasonable inference that the defendant is liable for the misconduct
 7 alleged.” *U.S. v. Corinthian Colls.*, 655 F.3d 984, 991 (9th Cir. 2011) (quoting
 8 *Ashcroft v. Iqbal*, 556 U.S. 662, 678 (2009)). Under the pleading standards of Rule
 9 8(a)(2), a party must make a “short and plain statement of the claim showing that
 10 the pleader is entitled to relief.” Fed. R. Civ. P. 8(a)(2). . . . A complaint “that
 11 offers ‘labels and conclusions’ or ‘a formulaic recitation of the elements of a cause
 12 of action will not do.’” *Iqbal*, 556 U.S. at 678 (quoting *Twombly*, 550 U.S. at 555).
 13 Thus, “conclusory allegations of law and unwarranted inferences are insufficient to
 14 defeat a motion to dismiss.” *Adams v. Johnson*, 355 F.3d 1179, 1183 (9th Cir.
 15 2004).

16 *Benavidez v. Cty. of San Diego*, 993 F.3d 1134, 1144–45 (9th Cir. 2021). If the complaint fails to
 17 state a cognizable legal theory or fails to provide sufficient facts to support a claim, dismissal is
 18 appropriate. *Shroyer v. New Cingular Wireless Servs., Inc.*, 622 F.3d 1035, 1041 (9th Cir. 2010).

19 As defendant points out in its motion to dismiss, the complaint is devoid of factual
 20 allegations that could give rise to a plausible inference that plaintiff is entitled to relief from
 21 defendant. At most, plaintiff has alleged that he disputed items reported to one or more credit
 22 reporting agencies and that his credit score decreased in the fall of 2020. What wrongful conduct
 23 defendant is supposed to have engaged in is not stated. Without knowing of what defendant is
 24 accused, it is impossible to determine whether plaintiff has a viable claim of relief. Plaintiff
 25 apparently concedes that the allegations of the complaint are inadequate, instead relying on
 26 documents submitted for filing on May 28, 2021, months after the complaint was accepted.

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1 As currently set forth in the operative pleading, plaintiff's allegations do not provide
2 defendant fair notice of what it is supposed to have done or raise a plausible inference of
3 liability. The documents submitted in May 2021 suggest that plaintiff is in possession of
4 additional, unpled facts regarding defendant's conduct. Plaintiff will, therefore, be given an
5 opportunity to amend his complaint to include those allegations, including any details regarding
6 the charges and payments that might support a claim of false reporting, his efforts to correct the
7 alleged errors, and any damages he may have suffered..
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10 For all of the foregoing reasons, defendant's motion to dismiss (Dkt. # 18) and plaintiff's
11 motion for leave to amend (Dkt. # 21) are GRANTED. Plaintiff may, within thirty days of the
12 date of this Order, file an amended complaint that addresses the deficiencies identified above.
13 The key to an acceptable amended complaint will be providing enough facts that defendant has
14 sufficient notice of the nature of the claim to mount a defense and from which one could
15 plausibly infer that plaintiff has right to relief against defendant. An amended complaint is a
16 stand-alone document and will replace the existing complaint in its entirety. Failure to timely file
17 an amended complaint will result in dismissal of this action.
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21 With regards to plaintiff's request for appointment of counsel:

22 Generally, a person has no right to counsel in civil actions. *See Storseth v.*
23 *Spellman*, 654 F.2d 1349, 1353 (9th Cir. 1981). However, a court may under
24 "exceptional circumstances" appoint counsel for indigent civil litigants pursuant to
25 28 U.S.C. § 1915(e)(1). *Agyeman v. Corrs. Corp. of Am.*, 390 F.3d 1101, 1103 (9th
26 Cir. 2004). When determining whether "exceptional circumstances" exist, a court

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1 must consider “the likelihood of success on the merits as well as the ability of the
2 petitioner to articulate his claims pro se in light of the complexity of the legal
3 issues involved.” *Weygandt v. Look*, 718 F.2d 952, 954 (9th Cir. 1983). Neither of
4 these considerations is dispositive and instead must be viewed together. *Wilborn v.*
Escalderon, 789 F.2d 1328, 1331 (9th Cir. 1986).

5 *Palmer v. Valdez*, 560 F.3d 965, 970 (9th Cir. 2009). In addition, the party seeking appointment
6 of counsel must show indigency.
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8 The Court is currently unable to ascertain the likelihood of success on the merits because
9 the existing complaint fails to specify what defendant did wrong. Plaintiff’s objections to his
10 credit card statements and the subsequent reports to the credit reporting agency are not
11 particularly complex and, more importantly, the facts necessary to set forth a viable claim would
12 be, if they exist, known to plaintiff. Plaintiff has not shown the sort of exceptional circumstances
13 that justify appointment of counsel at the public’s expense. Dkt. # 15 is, therefore, DENIED
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16 Dated this 19th day of July, 2021.
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19 Robert S. Lasnik
20 United States District Judge
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